



STATE OF CALIFORNIA

STATE BOARD OF EQUALIZATION
POLICY, PLANNING, AND STANDARDS DIVISION
150 N STREET, MC: 84, SACRAMENTO, CALIFORNIA
(PO BOX 942879, SACRAMENTO, CALIFORNIA 94279-0064)
TELEPHONE (916) 445-4982
FAX (916) 323-8765

JOHAN KLEHS
First District, Hayward

DEAN F. ANDAL
Second District, Stockton

ERNEST J. DRONENBURG, JR.
Third District, San Diego

KATHLEEN CONNELL
Controller, Sacramento

JOHN CHIANG
Acting Member
Fourth District, Los Angeles

E. L. SORENSEN, JR.
Executive Director
No. 97/72

December 12, 1997

TO COUNTY ASSESSORS:

FINAL CCPI ANNOUNCED FOR 1998-99

Revenue and Taxation Code section 51 provides that base-year values determined under section 110.1 shall be compounded annually by an inflation factor. The passage of Senate Bill 1105 (Chapter 940, Statutes of 1997) adds section 51 (a)(1)(C) to provide that for any assessment year commencing on or after January 1, 1998, the inflation factor shall be the percentage change rounded to the nearest one-thousandth of 1 percent from October of the prior fiscal year to October of the current fiscal year in the California Consumer Price Index (CCPI) for all items, as determined by the California Department of Industrial Relations, provided that the percentage increase for any assessment year shall not exceed 2 percent of the prior year's value.

Information from the Department of Industrial Relations shows that the CCPI increased from 158.6 in October 1996 to 161.9 in October 1997. This is a percentage increase of 2.0807. By rounding the percentage increase to the nearest one-thousandth of 1 percent, you should prepare your 1998 assessment roll using an inflation factor of 1.02.

The final CCPI factors announced for prior years are enclosed. Please call our Real Property Technical Services Unit at (916) 445-4982 if you have any questions.

Sincerely,

Richard C. Johnson
Deputy Director
Property Taxes Department

RCJ:ro
Enclosure

FINAL CCPI ANNOUNCEMENTS FOR PRIOR YEARS

1997-98	1.02
1996-97	1.0111
1995-96	1.0119
1994-95	1.02
1993-94	1.02
1992-93	1.02
1991-92	1.02
1990-91	1.02
1989-90	1.02
1988-89	1.02
1987-88	1.02
1986-87	1.02
1985-86	1.02
1984-85	1.02
1983-84	1.01